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13 November 1944

Miss Grace Tully The White House Fashington, D. C.

Dear Grace:

I am attaching a memorandum for the President dealing with the organization of an intelligence service for the post-war period. Will you please see that it reaches his desk.

Thank you.

Sincerely,

William J. Donovan Director Approved For Release 2002/08/21 : CIA-RDP90-00610R000100080005-4

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18 November 1944

MEMORANDUM FOR THE PRESIDENT

Pursuant to your note of 31 October 1944 I have given consideration to the organization of an intelligence service for the post-war period.

In the early days of the war, when the demands upon intelligence services were mainly in and for military operations, the OSS was placed under the direction of the JCS.

Once our enomies are defeated the demand will be equally pressing for information that will aid us in solving the problems of peace.

This will require two things:

- 1. That intelligence control be returned to the supervision of the President.
- 2. The establishment of a central authority reporting directly to you, with responsibility to frame intelligence objectives and to collect and coordinate the intelligence material required by the Executive Branch in planning and carrying out national policy and strategy.

I attach in the form of a draft directive (Tab A) the means by which I think this could be realized without difficulty or loss of time. You will note that coordination and centralization are placed at the policy level but operational intelligence (that pertaining primarily to Department action) remains within the existing agencies

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concerned. The creation of a central authority thus would not conflict with or limit necessary intelligence functions within the Army, Navy, Department of State and other agencies.

In accordance with your wish, this is set up as a permanent long-range plan. But you may want to consider whether this (or part of it) should be done now, by executive or legislative action. There are common-sense reasons why you may desire to lay the keel of the ship at once.

The immediate revision and coordination of our present intelligence system would effect substantial economies and aid in the more efficient and speedy termination of the war.

Information important to the national defense, being gathered now by cortain Departments and agencies, is not being used to full advantage in the war. Coordination at the strategy level would prevent waste, and avoid the present confusion that leads to waste and unnecessary duplication.

Though in the midst of war, we are also in a period of transition which, before we are aware, mill take us into the tumult of rehabilitation. An adequate and orderly intelligence system will contribute to informed decisions.

We have now in the Covernment the trained and specialized personnel needed for the task. This talent should not be dispersed.

TAB A Approved For Release 2002/08/21 : CIA-RDP90-00610R0001030 0005-

SUBSTANTIVE AUTHORITY NECESSARY IN ESTABLISHMENT OF A CENTRAL INTELLIGENCE SERVICE

In order to coordinate and centralize the policies and actions of the Government relating to intelligence:

1. There is established in the Executive Office of the
President a central intelligence service, to be known as the
at the head of which shall be a Director
appointed by the President. The Director shall discharge and
perform his functions and duties under the direction and super-
vision of the President. Subject to the approval of the Presi-
dent, the Director may exercise his powers, authorities and duties
through such officials or agencies and in such manner as he may
determine.

- Advisory Board consisting of the Secretary of State, the Secretary of War, the Secretary of the Navy, and such other members as the President may subsequently appoint. The Board shall advise and assist the Director with respect to the formulation of basic policies and plans of the _______.
- 3. Subject to the direction and control of the President, and with any necessary advice and assistance from the other lepart-

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- (a) Coordination of the functions of all intelligence agencies of the Government, and the establishment of such policies and objectives as will assure the integration of national intelligence efforts;
- ment Departments and agencies, of pertinent information, including military, economic, political and scientific, concerning the capabilities, intentions and activities of foreign nations, with particular reference to the effect such matters may have upon the national security, policies and interests of the United States;
- (c) Final evaluation, synthesis and dissemination within the Covernment of the intelligence required to enable the Covernment to determine policies with respect to national planning and security in peace and war, and the advancement of broad national policy;
- (d) Procurement, training and supervision of its intelligence personnel;
 - (e) Subversive operations abroad;
 - (f) Determination of policies for and coordination of

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facilities essential to the collection of information under subparagraph "(b)" hereof; and

- (3) Such other functions and duties relating to intelligence as the President from time to time may direct.
- 4. The _____ shall have no police or law-enforcement functions, either at home or abroad.
- 5. Subject to Paragraph 3 hereof, existing intelligence agencies within the Jovernment shall collect, evaluate, synthesize and disseminate departmental operating intelligence, herein defined as intelligence required by such agencies in the actual performance of their functions and duties.
- 6. The Director shall be authorized to call upon Lapartments and agencies of the Jovernment to furnish appropriate specialists for such supervisory and functional positions within the _______ as may be required.
- 7. All Government Departments and agencies shall make available to the Director such intelligence material as the Director, with the approval of the President, from time to time may request.
- 3. The _____ shall operate under an independent budget.
 - 9. In time of war or unlimited national emergency, all pro-

grams of Aparoved For Release 2002/08/21: CIA-RDP90-00610R000100080005-4 in areas of actual or projected military operations shall be coordinated with military plans and shall be subject to the approval of the Joint Chiefs of Staff.

Parts of such programs which are to be executed in a theater of military operations shall be subject to the control of the Theater Commander.

10. Within the limits of such funds as may be made	available
to the the Lirector may employ ne	
personnel and make provision for necessary supplies, fa	cilities
and services. The Director shall be assigned, upon the	approval
of the President, such military and naval personnel as	may be re-
quired in the performance of the functions and duties of	f the
. The Director may provide for the	
organization and management of the	in such
manner as he may determine.	-

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Public Law 358 -- 78th Congress, 2d Session

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"SEC. 213. After January 1, 1945, no part of any appropriation or fund made available by this or any other Act shall be allotted or made available to, or used to pay the expenses of, any agency or instrumentality including those established by Executive order after such agency or instrumentality has been in existence for more than one year, if the Congress has not appropriated any money specifically for such agency or instrumentality or specifically authorized the expenditure of funds by it. For the purpose of this section, any agency or instrumentality including those established by Executive order shall be deemed to have been in existence during the existence of any other agency or instrumentality, established by a prior Executive order, if the principal functions of both of such agencies or instrumentalities are substantially the same or similar. When any agency or instrumentality is or has been prevented from using appropriations by reason of this section, no part of any appropriation or fund made available by this or any other Act shall be used to pay the expenses of the performance by any other agency or instrumentality of functions which are substantially the same as or similar to the principal functions of the agency or instrumentality so prevented from using appropriations, unless the Congress has specifically authorized the expenditure of funds for performing such functions.

"SEC. 214. This Act may be cited as the 'Independent Offices Appropriation Act, 1945:

"Approved June 27, 1944."